



**ADDICTIVE DISORDER REGULATORY AUTHORITY
LOUISIANA DEPARTMENT OF HEALTH & HOSPITALS**

BASIC FINANCIAL STATEMENTS

**AS OF AND FOR THE YEAR ENDED
JUNE 30, 2013**

**ADDICTIVE DISORDER REGULATORY AUTHORITY
LOUISIANA DEPARTMENT OF HEALTH & HOSPITALS
BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2013**

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Louisiana Society of Certified Public Accountants
American Institute of Certified Public Accountants
Association of Governmental Accountants
Governmental Audit Quality Control Center

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board Members of the
Addictive Disorder Regulatory Authority
Louisiana Department of Health & Hospitals
4919 Jamestown, Suite 203
Baton Rouge, Louisiana 70808

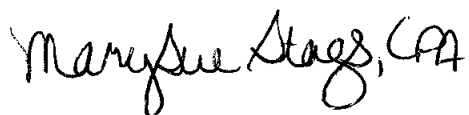
We have compiled the accompanying financial statements of the business-type activities of the Addictive Disorder Regulatory Authority, a component unit of the State of Louisiana, as of and for the year ended June 30, 2013, as listed in the table of contents, which collectively comprise the Authority's basic financial statements in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants. We have not audited or reviewed the accompanying basic financial statements and, accordingly, do not express an opinion or any other form of assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Board's financial position, results of operation and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

The accompanying supplementary information, annual financial report, is information required by the Louisiana Office of State-wide Reporting and is not a required part of the basic financial statements. We have compiled this supplementary information from information that is the representation of management, without audit or review. Accordingly, we do not express an opinion or provide any assurance on the supplementary information.

A handwritten signature in black ink that reads "Mary Sue Stages, CPA". The signature is written in a cursive, flowing style.

Mary Sue Stages, CPA
A Professional Accounting Corporation
Baker, Louisiana
August 20, 2013

BASIC FINANCIAL STATEMENTS

**ADDICTIVE DISORDER REGULATORY AUTHORITY
LOUISIANA DEPARTMENT OF HEALTH & HOSPITALS
STATEMENT OF NET POSITION
JUNE 30, 2013**

	<u>Business-type Activities</u>
ASSETS	
Current Assets	
Cash and cash equivalents	\$ 48,281.32
Non-Current Assets	
Investments	143,394.69
Capital assets, net of accumulated depreciation	<u>1,773.41</u>
Total Non-Current Assets	<u>145,168.10</u>
Total Assets	193,449.42
 DEFERRED OUTFLOWS OF RESOURCES	 -
LIABILITIES	
Current Liabilities	
Payroll withholdings and related payables	1,912.44
 DEFERRED INFLOWS OF RESOURCES	 <u>-</u>
NET POSITION	
Net investment in capital assets	1,773.41
Unrestricted	<u>189,763.57</u>
Total Net Position	<u><u>191,536.98</u></u>

See Independent Accountants' Compilation Report

**ADDICTIVE DISORDER REGULATORY AUTHORITY
LOUISIANA DEPARTMENT OF HEALTH & HOSPITALS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED JUNE 30, 2013**

	<u>Business-type Activities</u>
OPERATING REVENUES	
Licenses and other fees	\$ 110,942.73
Application fees	22,000.00
Total Operating Revenues	<u>132,942.73</u>
OPERATING EXPENSES	
Professional services	13,611.54
Meetings, conferences and travel	8,880.69
Salaries and related benefits	89,292.21
General and administrative expenses	20,309.65
Depreciation	622.80
Total Operating Expenses	<u>132,716.89</u>
Operating Income	225.84
NON-OPERATING REVENUES (EXPENSES)	
Interest income	491.61
Copies/labels/exam materials	197.25
Total Non-Operating Revenues (Expenses)	<u>688.86</u>
Change in Net Position	914.70
Total Net Position, beginning	<u>190,622.28</u>
Total Net Position, ending	<u><u>191,536.98</u></u>

See Independent Accountants' Compilation Report

**ADDICTIVE DISORDER REGULATORY AUTHORITY
LOUISIANA DEPARTMENT OF HEALTH & HOSPITALS
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2013**

	Business-type Activities
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 136,342.73
Cash paid to suppliers for goods and services	(43,671.88)
Cash paid to employees for services	(89,647.61)
	<hr/>
Net Cash Provided by Operating Activities	3,023.24
 CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Proceeds from sales and other sources	197.25
	<hr/>
Net Cash Provided by Non-Capital Financing Activities	197.25
 CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	-
 CASH FLOWS FROM INVESTING ACTIVITIES	
Interest earned on long-term investments	491.61
Interest reinvested in long-term investments	(491.61)
	<hr/>
Net Cash Used for Investing Activities	-
	<hr/>
Net Increase in Cash and Cash Equivalents	3,220.49
Cash and Cash Equivalents, beginning of year	45,060.83
	<hr/>
Cash and Cash Equivalents, end of year	48,281.32
	<hr/> <hr/>

Continued

**ADDICTIVE DISORDER REGULATORY AUTHORITY
LOUISIANA DEPARTMENT OF HEALTH & HOSPITALS
STATEMENT OF CASH FLOWS (Continued)
YEAR ENDED JUNE 30, 2013**

	<u>Business-type Activities</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating income	\$ 225.84
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Depreciation	622.80
(Increase) decrease in assets:	
Accounts receivable	3,400.00
Increase (decrease) in liabilities:	
Accounts payable	(870.00)
Payroll withholdings and related payables	<u>(355.40)</u>
Net Cash Provided by Operating Activities	<u><u>3,023.24</u></u>

See Independent Accountants' Compilation Report

SUPPLEMENTARY INFORMATION

**ADDICTIVE DISORDER REGULATORY AUTHORITY
LOUISIANA DEPARTMENT OF HEALTH & HOSPITALS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
JUNE 30, 2013**

LOUISIANA'S COMPREHENSIVE ANNUAL FINANCIAL REPORT

As a component unit of the State of Louisiana, the financial statements of the Addictive Disorder Regulatory Authority are included in Louisiana's Comprehensive Annual Financial Report. Following are the statements being submitted to the Division of Administration, Office of State-wide Reporting.

ADDICTIVE DISORDER REGULATORY AUTHORITY
STATE OF LOUISIANA
Annual Financial Statements
June 30, 2013

C O N T E N T S

Statements

AFFIDAVIT

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STATE OF LOUISIANA
Annual Financial Statements
Fiscal Year Ending June 30, 2013

**Addictive Disorder Regulatory Authority
4919 Jamestown, Suite 203
Baton Rouge, Louisiana 70808**

Division of Administration
Office of Statewide Reporting
and Accounting Policy
P. O. Box 94095
Baton Rouge, Louisiana 70804-9095

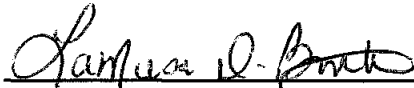
Legislative Auditor
P. O. Box 94397
Baton Rouge, Louisiana 70804-9397

Physical Address:
1201 N. Third Street
Claiborne Building, 6th Floor, Suite 6-130
Baton Rouge, Louisiana 70802

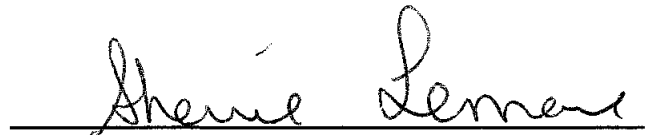
Physical Address:
1600 N. Third Street
Baton Rouge, Louisiana 70802

AFFIDAVIT

Personally came and appeared before the undersigned authority, LaMiesa Bonton, Executive Director of the Addictive Disorder Regulatory Authority who duly sworn, deposes and says, that the financial statements herewith given present fairly the financial position of the Addictive Disorder Regulatory Authority at June 30, 2013 and the results of operations for the year then ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board. Sworn and subscribed before me, this 5th day of September, 2013.



Signature of Agency Official



NOTARY PUBLIC

Prepared by: Mary Sue Stages, CPA
Title: Independent Accountant
Telephone No.: 225-775-4982
Date: August 31, 2013
Email Address: m.stages@att.net

**SHERRIE LEMOINE, NOTARY
NOTARY ID NUMBER 82674
COMMISSION FOR LIFE**

**STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY
STATEMENT OF NET POSITION
AS OF JUNE 30, 2013**

Statement A

ASSETS

CURRENT ASSETS

Cash and Cash equivalents	\$	<u>48,281</u>
Restricted Cash and Cash Equivalents		<u></u>
Investments		<u></u>
Derivative Instruments		<u></u>
Receivables (net of allowance for doubtful accounts)(Note U)		<u></u>
Due from other funds (Note Y)		<u></u>
Due from federal government		<u></u>
Inventories		<u></u>
Prepayments		<u></u>
Notes Receivable		<u></u>
Other Current Assets		<u></u>
Total current assets		<u>48,281</u>

NONCURRENT ASSETS

Restricted assets (Note F):		
Cash		<u></u>
Investments		<u></u>
Receivables		<u></u>
Investments		<u>143,395</u>
Notes Receivable		<u></u>
Capital assets, net of depreciation (Note D)		
Land non-depreciable easements		<u></u>
Buildings and improvements		<u></u>
Machinery and equipment		<u>1,773</u>
Infrastructure		<u></u>
Vehicles		<u></u>
Construction/Development-in-progress		<u></u>
Other noncurrent assets		<u></u>
Total noncurrent assets		<u>145,168</u>
Total assets	\$	<u>193,449</u>

DEFERRED OUTFLOWS OF RESOURCES

Accumulated decrease in fair value of hedging derivatives	\$	<u></u>
Total assets and deferred outflow of resources	\$	<u>193,449</u>

**STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY
STATEMENT OF NET POSITION
AS OF JUNE 30, 2013**

LIABILITIES**CURRENT LIABILITIES:**

Accounts payable and accruals (Note V)	\$ 1,912
Derivative instrument	
Due to other funds (Note Y)	
Due to federal government	
Deferred revenues	
Amounts held in custody for others	
Other current liabilities	
Current portion of long-term liabilities: (Note K)	
Contracts payable	
Compensated absences payable	
Capital lease obligations	
Claims and litigation payable	
Notes payable	
Pollution remediation obligation	
Bonds payable (include unamortized costs)	
Other long-term liabilities	
Total current liabilities	1,912

NONCURRENT LIABILITIES

Contracts payable	
Compensated absences payable	
Capital lease obligations	
Claims and litigation payable	
Notes payable	
Pollution remediation obligation	
Bonds payable (include unamortized costs)	
OPEB payable	
Other long-term liabilities	
Total noncurrent liabilities	-
Total liabilities	1,912

DEFERRED INFLOWS OF RESOURCES

Accumulated increase in fair value of hedging derivatives	\$
Deferred service concession arrangement receipts	
Total deferred inflows of resources	-

NET POSITION

Net investment in capital assets	1,773
Restricted for:	
Capital projects	
Debt service	
Unemployment compensation	
Other specific purposes	
Unrestricted	189,764
Total net position	191,537
Total liabilities, deferred inflows of resources, and net position	\$ 193,449

The accompanying notes are an integral part of this financial statement.

STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2013

Statement B

OPERATING REVENUE

Sales of commodities and services	\$ _____
Assessments	_____
Use of money and property	_____
Licenses, permits, and fees	132,943
Other	_____
Total operating revenues	132,943

OPERATING EXPENSES

Cost of sales and services	_____
Administrative	132,094
Depreciation	623
Amortization	_____
Total operating expenses	132,717

Operating income(loss)	226
------------------------	-----

NON-OPERATING REVENUES(EXPENSES)

State appropriations	_____
Intergovernmental revenues(expenses)	_____
Taxes	_____
Use of money and property	492
Gain on disposal of fixed assets	_____
Loss on disposal of fixed assets	_____
Federal grants	_____
Interest expense	_____
Other revenue	197
Other expense	_____
Total non-operating revenues(expenses)	689

Income(loss) before contributions, extraordinary items, & transfers	915
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Capital contributions	_____
Extraordinary item - Loss on impairment of capital assets	_____
Transfers in	_____
Transfers out	_____

Change in net position	915
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Total net position – beginning	190,622
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Total net position – ending	\$ <u>191,537</u>
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The accompanying notes are an integral part of this financial statement.

**STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2013**

Statement C

	Program Revenues				Net (Expense)
		Charges for	Operating	Capital	Revenue and
	Expenses	Services	Grants and	Grants and	Changes in
			Contributions	Contributions	Net Assets
Entity	\$ <u>132,717</u>	\$ <u>132,943</u>	\$ <u> </u>	\$ <u> </u>	\$ <u>226</u>
General revenues:					
Taxes					
State appropriations					
Grants and contributions not restricted to specific programs					
Interest					492
Miscellaneous					197
Special items					
Extraordinary item - Loss on impairment of capital assets					
Transfers					
Total general revenues, special items, and transfers					689
Change in net position					915
Net position - beginning as restated					190,622
Net position - ending					\$ <u>191,537</u>

The accompanying notes are an integral part of this statement.

STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY (continued)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2013

Statement D

Cash flows from operating activities

Cash received from customers	\$ 136,343	
Cash payments to suppliers for goods and services	(43,672)	
Cash payments to employees for services	(89,648)	
Payments in lieu of taxes		
Internal activity-payments to other funds		
Claims paid to outsiders		
Other operating revenues(expenses)		
Net cash provided(used) by operating activities		<u>3,023</u>

Cash flows from non-capital financing activities

State appropriations		
Federal receipts		
Federal disbursements		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Operating grants received		
Transfers in		
Transfers out		
Other	197	
Net cash provided(used) by non-capital financing activities		<u>197</u>

Cash flows from capital and related financing activities

Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Acquisition/construction of capital assets		
Proceeds from sale of capital assets		
Capital contributions		
Other		
Net cash provided(used) by capital and related financing activities		<u>-</u>

Cash flows from investing activities

Purchases/maturities of investment securities, net	(492)	
Proceeds from sale of investment securities		
Interest and dividends earned on investment securities	492	
Net cash provided(used) by investing activities		<u>-</u>

Net increase(decrease) in cash and cash equivalents		<u>3,220</u>
Cash and cash equivalents at beginning of year		<u>45,061</u>
Cash and cash equivalents at end of year	\$	<u><u>48,281</u></u>

STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY (concluded)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2013

Statement D

Reconciliation of operating income(loss) to net cash provided(used) by operating activities:

Operating income(loss)	\$	<u>226</u>
Adjustments to reconcile operating income(loss) to net cash provided(used) by operating activities:		
Depreciation/amortization		<u>623</u>
Provision for uncollectible accounts		<u></u>
Other		<u></u>
Changes in assets and liabilities:		
(Increase)decrease in accounts receivable, net		<u>3,400</u>
(Increase)decrease in due from other funds		<u></u>
(Increase)decrease in prepayments		<u></u>
(Increase)decrease in inventories		<u></u>
(Increase)decrease in other assets		<u></u>
Increase(decrease) in accounts payable and accruals		<u>(1,225)</u>
Increase(decrease) in compensated absences payable		<u></u>
Increase(decrease) in due to other funds		<u></u>
Increase(decrease) in deferred revenues		<u></u>
Increase(decrease) in OPEB payable		<u></u>
Increase(decrease) in other liabilities		<u></u>
Net cash provided(used) by operating activities	\$	<u>3,023</u>

Schedule of noncash investing, capital, and financing activities:

Borrowing under capital lease(s)	\$	<u></u>
Contributions of fixed assets		<u></u>
Purchases of equipment on account		<u></u>
Asset trade-ins		<u></u>
Other (specify)		<u></u>
		<u></u>
		<u></u>
		<u></u>
Total noncash investing, capital, and financing activities:	\$	<u><u>-</u></u>

The accompanying notes are an integral part of this statement.

STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY
Notes to the Financial Statement
As of and for the year ended June 30, 2013

INTRODUCTION

The Addictive Disorder Regulatory Authority, hereinafter referred to as the Authority, was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 37:3389.. The following is a brief description of the operations of the Authority and includes the parish/parishes in which the Authority is located:

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Authority (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of Authority present information only as to the transactions of the programs of the Authority as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the Authority are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

Expense Recognition

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

B. BUDGETARY ACCOUNTING

The appropriations made for the operations of the various programs of the Authority are annual lapsing appropriations.

STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY
Notes to the Financial Statement
As of and for the year ended June 30, 2013

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.
3. Budget revisions are granted by the Joint Legislative Committee on the Budget, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Authority.
4. The budgetary information included in the financial statements includes the original appropriation plus subsequent amendments as follows:

	<u>APPROPRIATIONS</u>
Original approved budget	\$ 141,571
Amendments:	
Final approved budget	\$ 141,751

C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

1. DEPOSITS WITH FINANCIAL INSTITUTIONS

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the Authority may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Authority. Further, the Authority may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana; in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows and balance sheet presentation, all highly liquid investments (including negotiable CDs and restricted cash and cash equivalents) and deposits (including nonnegotiable CDs and restricted cash and cash equivalents) with a maturity of three months or less when purchased are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are required to be held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

GASB Statement 40, which amended GASB Statement 3, eliminated the requirement to disclose all deposits by three categories of risk. GASB Statement 40 requires only the disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured

STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY
Notes to the Financial Statement
As of and for the year ended June 30, 2013

and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.

The deposits at June 30, 2013, consisted of the following:

	Cash	Nonnegotiable Certificates of Deposit	Other (Describe)	Total
Deposits per Balance Sheet (Reconciled bank balance)	\$ 48,281	\$	\$	\$ 48,281
Deposits in bank accounts per bank	\$ 49,748	\$	\$	\$ 49,746
Bank balances exposed to custodial credit risk:	3			
a. Uninsured and uncollateralized	\$	\$	\$	\$
b. Uninsured and collateralized with securities held by the pledging institution				
c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the entity's name				

The following is a breakdown by banking institution, program, and amount of the "Deposits in bank accounts per bank" balances shown above:

Banking Institution	Program	Amount
1. Capital One	Operating	\$ 49,748
2.		
Total		\$ 49,748

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included on the balance sheet.

Cash in State Treasury	\$ -0-
Petty cash	\$ -0-

STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY
Notes to the Financial Statement
As of and for the year ended June 30, 2013

2. INVESTMENTS

The Authority does maintain investment accounts as authorized by Louisiana Revised Statute 33:2955. All investments consist of long-term certificates of deposit held at both Capital one and Neighbors Federal Credit Union - cost approximates market.

3. CREDIT RISK, INTEREST RATE RISK, CONCENTRATION OF CREDIT RISK, AND FOREIGN CURRENCY RISK DISCLOSURES

N/A

4. DERIVATIVES (GASB 53)

N/A

5. POLICIES

The Authority's policy regarding custodial risk is that the security of the funds placed in the investment account is fully secured. Investments must be of a type that is in compliance with LSA R.S. 39:2955.

6. OTHER DISCLOSURES REQUIRED FOR INVESTMENTS

N/A

D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the balance sheet of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity is charged as an expense against operations. Accumulated depreciation is reported on the balance sheet. Depreciation for financial reporting purposes is computed by the straight line method over the useful lives of the assets.

STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY
Notes to the Financial Statement
As of and for the year ended June 30, 2013

Schedule of Capital Assets (includes capital leases)

<u>University/System</u>	Balance 6/30/2012	Prior Period Adjustments	Restated Balance 6/30/2012	Additions	* Reclassifi- cation of CIP	** Retirements	Balance 6/30/2013
Capital assets not depreciated:							
Land	\$	\$	\$	\$	\$	\$	\$
Total capital assets not depreciated	\$	\$	\$	\$	\$	\$	\$
Other capital assets:							
Depreciable land improvements	\$	\$	\$	\$	\$	\$	\$
** Accumulated depreciation							
Total infrastructure							
Buildings							
** Accumulated depreciation							
Total buildings							
Machinery & Equipment	3,642		3,642				3,642
** Accumulated depreciation	(1,246)		(1,246)	(623)			(1,869)
Total machinery & equipment	2,396		2,396	(623)			1,773
Software (internally generated & purchased)							
Infrastructure							
** Accumulated amortization - infrastructure							
** Accumulated amortization - other intangibles							
Total infrastructure							
Total other capital assets	\$ 2,396	\$	\$ 2,396	\$ (623)	\$	\$	\$ 1,773
Capital asset summary:							
Capital assets not depreciated	\$	\$	\$	\$	\$	\$	\$
Other capital assets, book value	3,642		3,642				3,642
Total cost of capital assets	3,642		3,642				3,642
Accumulated depreciation/amortization	(1,246)		(1,246)	(623)			(1,869)
Capital assets, net	\$ 2,396	\$	\$ 2,396	\$ (623)	\$	\$	\$ 1,773

* Should only be used for those completed projects coming out of construction-in-progress to fixed assets.

** Enter a negative number except for accumulated depreciation in the retirement column

STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY
Notes to the Financial Statement
As of and for the year ended June 30, 2013

E. INVENTORIES

N/A

F. RESTRICTED ASSETS

N/A

G. LEAVE

1. COMPENSATED ABSENCES

The Authority's employees earn and accumulate annual and sick leave at varying rates depending on their years of full-time service and are credited at the end of each month of regular services. Accumulated leave is carried forward to succeeding years without limitation. Requests for leave must be made to and approved by the Director. Upon termination, employees are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as current year expenditures when leave is earned. Only annual leave is accrued, and there was no liability associated with this type of leave at June 30, 2013.

2. COMPENSATORY LEAVE

Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards Act may be paid for compensatory leave earned (K-time). Upon termination or transfer, an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. Compensation paid will be based on the employees' hourly rate of pay at termination or transfer. There was no compensatory leave time accrued at June 30, 2013.

H. RETIREMENT SYSTEM

Employees of the Authority do not participate in a retirement system other than the social security program provided through the U.S. Social Security Administration.

I. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The Authority does not offer post-employment benefits to its employees.

STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY
Notes to the Financial Statement
As of and for the year ended June 30, 2013

J. LEASES

1. OPERATING LEASES

Total payments for operating leases during fiscal year 2012-13 amounted to \$9,900. A schedule of payments for operating leases follows:

Nature of lease	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019-2023	FY 2024-2028
Office Space	\$ 9,900	\$	\$	\$	\$	\$	\$
Total	\$ 9,900	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

2. CAPITAL LEASES

N/A

K. LONG-TERM LIABILITIES

N/A

L. CONTINGENT LIABILITIES

N/A

M. RELATED PARTY TRANSACTIONS

N/A

N. ACCOUNTING CHANGES

N/A

O. IN-KIND CONTRIBUTIONS

N/A

P. DEFEASED ISSUES

N/A

STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY
Notes to the Financial Statement
As of and for the year ended June 30, 2013

Q. REVENUES – PLEDGED OR SOLD (GASB 48)

N/A

R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS)

N/A

S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS

N/A

T. SHORT-TERM DEBT

N/A

U. DISAGGREGATION OF RECEIVABLE BALANCES

N/A

V. DISAGGREGATION OF PAYABLE BALANCES

Payables at June 30, 2013, were as follows:

Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
General	\$	\$ 1,912	\$	\$	\$ 1,912
					-
Total payables	\$ -	\$ 1,912	\$ -	\$ -	\$ 1,912

W. SUBSEQUENT EVENTS

N/A

X. SEGMENT INFORMATION

N/A

Y. DUE TO/DUE FROM AND TRANSFERS

N/A

STATE OF LOUISIANA
ADDICTIVE DISORDER REGULATORY AUTHORITY
Notes to the Financial Statement
As of and for the year ended June 30, 2013

Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS

N/A

AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS

N/A

BB. NET ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB 46)

N/A

CC. IMPAIRMENT OF CAPITAL ASSETS & INSURANCE RECOVERIES

N/A

DD. EMPLOYEE TERMINATION BENEFITS

N/A

EE. POLLUTION REMEDIATION OBLIGATIONS

N/A

FF. AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA)

N/A

GG. RESTRICTED NET ASSETS – OTHER SPECIFIC PURPOSES

N/A

HH. SERVICE CONCESSION ARRANGEMENTS

N/A

[illegible]

SCHEDULE 1

STATE OF LOUISIANA

ADDICTIVE DISORDER REGULATORY AUTHORITY

COMPARISON FIGURES

To assist OSRAP in determining the reason for the change in financial position for the State, please complete the schedule below. If the change is greater than **\$3 million**, explain the reason for the change.

	<u>2013</u>	<u>2012</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ <u>133,632</u>	\$ <u>130,456</u>	\$ <u>3,176</u>	<u>2%</u>
Expenses	<u>132,717</u>	<u>141,571</u>	<u>(8,854)</u>	<u>6%</u>
2) Capital assets	<u>1,773</u>	<u>2,396</u>	<u>(623)</u>	<u>< 1%</u>
Long-term debt	<u></u>	<u></u>	<u></u>	<u></u>
Net Position	<u>191,537</u>	<u>190,622</u>	<u>915</u>	<u>< 1%</u>
Explanation for change:	<u></u>	<u></u>	<u></u>	<u></u>
	<u></u>	<u></u>	<u></u>	<u></u>
	<u></u>	<u></u>	<u></u>	<u></u>
	<u></u>	<u></u>	<u></u>	<u></u>